Appendix A: History and Detailed Activities under 2010 Five-Year Plan

Objective 1: Assess Water Supply Sources for Contamination

Background

Groundwater in the Grants Mining District has been contaminated from legacy uranium mining and milling operations, but the current day impacts to groundwater quality at most of the legacy mine sites as well as downgradient of the mines and former mill sites on a regional scale have not been assessed. The majority of these mine and mill sites are located within the San Mateo Creek basin, a 320-square mile drainage basin north of the village of Milan. Of these mines, many were operated as "wet mines" where the underground workings were dewatered. The mine water was discharged to surface drainages and allowed to infiltrate the ground surface and percolate downward to saturate the alluvium. The discharge of an estimated 80 billion gallons of mine water from these wet mines re-saturated the alluvial sediments in the basin on a massive scale, with water levels being raised over 50 feet in some places of the basin. This massive slug of mine water has been draining out of the basin alluvium and recharging the underlying bedrock aquifers that sub crop against the alluvium for over 50 years.

There is no groundwater quality data for most of the uranium mine sites within the San Mateo Creek basin. However, such data have been collected for several mines in the Ambrosia Lake mining sub-district under the New Mexico Environment Department's (NMED) groundwater abatement regulations and discharge permitting program. Groundwater quality data have also been collected by the U.S. Department of Energy (DOE) at uranium mill sites that have been turned over to its Legacy Management Program for long-term maintenance and monitoring and by mill operators performing groundwater remediation or monitoring under the U.S. Nuclear Regulatory Commission's (NRC) Source Materials License program. Additionally, groundwater quality data have been periodically collected by the NMED from private water wells and municipal or community supply wells scattered throughout the basin. These data indicate that groundwater in the shallow alluvium and bedrock formations contain uranium and other contaminants at concentrations exceeding federal drinking water standards and New Mexico groundwater standards. Furthermore, these data indicate that such contamination may be widespread throughout the basin.

Since uranium and other contaminants detected in groundwater are naturally occurring substances and the sediments which comprise the alluvium within the basin are derived in part from uranium ore-bearing formations such as the Westwater Canyon Member of the Jurassic Morrison Formation, these contaminants will be present in the groundwaters of the alluvium and bedrock formations at some natural background concentration or range of concentrations (depending on the location within the basin). This natural background concentration or range of concentrations for a contaminant would represent a baseline in which to compare concentrations from groundwaters believed to be contaminated by legacy uranium sites and, therefore, would need to be determined to define the extent of the impacts to groundwaters from the uranium sites.

Although uranium mining and milling operations occurred throughout many parts of the San Mateo Creek basin, there still may be locations within the basin where groundwater quality has not been impacted by these legacy uranium sites (*e.g.*, upgradient of legacy mine and mill sites). At these locations, such water quality should represent natural background water quality.

Without background water quality data, the extent of the impacts to groundwater from these legacy uranium sites will be difficult to ascertain.

Previous and Ongoing Regulatory Actions

New Mexico Environment Department

The NMED, under a Cooperative Agreement with the U.S. Environmental Protection Agency (EPA), conducted Phase I and Phase II site inspections (SIs) of the San Mateo Creek basin groundwater from 2009 to 2012 to determine if groundwater quality at private water wells within the basin had been contaminated. There was concern that legacy uranium mines and mills may have contributed to the widespread degradation of groundwater quality within the basin. Additionally, groundwater in the alluvial aquifer north of the Homestake Mining Company Mill Superfund site was found to contain uranium and other contaminants at concentrations above federal and state standards. The results of the Phase I and Phase II SIs showed elevated concentrations of constituents in 31 of the 32 wells sampled with respect to health-based or aesthetic (color, odor, or taste) drinking water standards. The one (1) well with water quality that did not exceed drinking water standards is not located in an area that was mined or where milling operations were located. All well owners were notified by letter of the analytical results.

In 2014, the NMED collected 26 additional groundwater samples from private and public water supply wells in the Homestake Mining Company Superfund site area at the request of the community. A report summarizing the groundwater quality will be completed in the fall of 2015 documenting the results.

U.S. Environmental Protection Agency

In 2013, the EPA, with assistance from the NMED and the U.S. Geological Survey, initiated a phased groundwater investigation for the San Mateo Creek basin as part of an Expanded Site Inspection (ESI) to assess the nature and extent of contamination in the alluvial aquifer related to legacy uranium mining and milling. The investigation was to build on the investigative work completed by the NMED for Phase I and Phase II of the SIs. Most importantly, the investigation was crafted to determine background water quality in the alluvial aquifer in the basin, i.e., groundwater that has not been impacted by legacy mining and milling activities. Therefore, beginning in the fall of 2014 and continuing into early 2015, a field team conducted seismic surveys, drilled numerous boreholes and constructed five (5) monitoring wells in the alluvial aquifer where data gaps existed. Despite an extensive amount of drilling, background alluvial groundwater was not found within the San Mateo Creek basin. A total of 20 groundwater samples were collected from the new monitoring wells as well as municipal supply and private wells for analysis. An interim report summarizing the groundwater quality will be completed and shared in the fall of 2015 documenting the results.

Department of Energy – Office of Legacy Management

The DOE supported the Five-Year Plan by conducting additional hydrogeological work at their Ambrosia Lake-Phillips Mill and Bluewater uranium mill tailings disposal sites. At Ambrosia Lake, groundwater monitoring of existing site wells was increased in frequency, and additional constituents were analyzed as recommended by NMED. Also, a new monitoring well was installed in the alluvium immediately downgradient of the disposal cell to sample groundwater at the alluvium/bedrock contact. This well has been dry, so no groundwater samples have been collected.

A considerable amount of work has been conducted by DOE at the Bluewater site. Ten new monitoring wells were added to the original nine wells to better understand the site hydrogeology of the Rio San Jose alluvium and San Andres bedrock aquifers. Groundwater monitoring of the site well network was increased in frequency, and additional constituents were analyzed as recommended by NMED. Offsite private wells have also been sampled. Additionally, disposal cell performance and the site and regional hydrogeology were evaluated to determine the extent of contamination

Objective 2: Assess and Cleanup of Legacy Uranium Mine Sites

Background

The Grants Mining District was the primary location of uranium extraction and production activities in New Mexico from the 1950s to the 1990s. Three (3) mining sub-districts located within the District – Ambrosia Lake, Laguna, and Marquez – contain an estimated ninety-sevem (97) legacy uranium mines with recorded uranium ore production outside of the boundaries of the Navajo Nation. During the mine operational period, many of the larger mines conducted extensive dewatering operations to access ore below the water table. Most effluent produced from mine dewatering operations received little or no treatment before being discharged to the ground or surface drainages during the majority of the mine operational period, causing perennial stream flows in major drainages. The extensive dewatering operations significantly changed areal hydrologic conditions, resulting in continuing influx of oxygenated groundwater to areas that were dewatered during the mine operational periods. Impacts to groundwater from these discharges were noted both in a 1975 U.S. Environmental Protection Agency document titled "Summary of Ground-Water Impacts of Uranium Mining and Milling in the Grants Mineral Belt, New Mexico" and a 1986 New Mexico Environmental Improvement Division (predecessor agency of NMED) document. Other environmental impacts may have been caused by erosion and leaching of mine waste materials, some of which were deposited into arroyos where it remains to the present-day, and by the reported operation of on-site heap-leach and stopeleaching operations. Few of the legacy uranium mine sites have undergone surface reclamation, and many have physical hazards that remain such as open adits and shafts, as well as uncontrolled waste rock and ore piles on-site.

Previous and Ongoing Regulatory Actions

New Mexico Environment Department

Within the Ambrosia Lake mining sub-district, the NMED has completed preliminary assessments of the Poison Canyon Mining District in the late 1980s, a preliminary assessment in 1991 and a preliminary assessment Addendum in 2008 of the Febco Mine, a preliminary assessment of the Silver Spur Mine in 2008, a hazard ranking package in 1984 for the Haystack Mining District, and a preliminary assessment in 1988 of the San Mateo Mine. Additionally, in 2008 the NMED completed a preliminary assessment of the San Mateo Creek Basin, which is located within the Ambrosia Lake mining sub-district and where the majority of the legacy uranium mine and mill sites are located. In the Laguna Mining District, the NMED completed a preliminary assessment of the St. Anthony mine in 1995.

From 2009 through 2012, the NMED completed pre-Comprehensive Environmental Response, Compensation, and Liability Information System (CERCLIS) screening assessments for sixty-six

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¹ Legacy uranium mines that are located on lands within the boundaries of the Navajo Nation are being addressed in detail in the 2014 Federal Actions to Address Impacts of Uranium Contamination in the Navajo Nation Five-Year Plan.

(66) legacy uranium mines on behalf of the EPA. Pre-CERCLIS screening is the process for reviewing data on a potential site to determine if it may warrant response actions under CERCLA. Of the 66 sites screened, fifty-one (51) sites were recommended for further CERCLA response actions by the NMED. No further response actions were recommended for the remaining fifteen (15) sites at the time of the screening because remediation and reclamation activities were being conducted by the owner/operator in accordance with New Mexico Water Quality Control Commission regulations under an abatement plan and the New Mexico Mining Act under a closeout plan. The NMED and the New Mexico Energy, Minerals and Natural Resources Department oversee the assessment, abatement and reclamation activities at these sites. The owner/operators are required to investigate and abate radiological and metal contamination in groundwater under the abatement plans. The NMED noted in the pre-CERCLIS screens that although reclamation and closure under the New Mexico Mining Act had been completed for some of these legacy mine sites, the aerial radiological survey conducted by the EPA of the Ambrosia Lake mining sub-district measured elevated gamma radiation levels at these reclaimed sites. The NMED indicated that it may revisit the recommendations for no further action under CERCLA at these fifteen sites should additional information become available that indicates a threat to human health or the environment.

New Mexico Energy, Minerals, and Natural Resources Department

From 2010-2014, the New Mexico Energy, Minerals, and Natural Resources Department, working with the NMED, developed integrated methods and protocols as guidance for site characterization and cleanup goals at existing and new sites being regulated under New Mexico's mine permitting and groundwater discharge permitting programs. These protocols were developed to resolve inconsistencies in cleanup goals established by the departments under their regulatory authorities. These protocols are defined in the draft "Joint Guidance for the Cleanup and Reclamation of Existing Uranium Mining Operations in New Mexico", dated March 2014, and the draft "Guidance for Meeting Radiation Criteria Levels and Reclamation at New Uranium Mining Operations, Title 19, Chapter 10, Part 3 and Part 6, New Mexico Administrative Code", dated April 2014.

From 1990-2003, the New Mexico Energy, Minerals, and Natural Resources Department safeguarded hazardous mine openings at 12 legacy uranium mines in the Poison Canyon area. The New Mexico Energy, Minerals, and Natural Resources Department is currently overseeing surface reclamation at nine (9) mine sites and developing site assessment and engineered reclamation designs for approximately 20 legacy uranium mines that are located primarily on Bureau of Land Management (BLM) administered lands in the Poison Canyon area. Reclamation activities will primarily address remediation of waste rock piles and physical hazards, which will assist in mitigating contaminant pathways.

To help identify and coordinate reclamation activities, the New Mexico Energy, Minerals, and Natural Resources Department has also developed a uranium mine inventory to compile information and reclamation status on all known uranium mines in New Mexico.

Bureau of Land Management

In 1985-87 approximately forty (40) legacy uranium mines on Bureau of Land Management (BLM) property were inventoried in the checkerboard areas in the Ambrosia Lake mining subdistrict. All of these sites predate the BLM's surface management authority which was promulgated in 1981.

The BLM manages about 13 million acres of public land surface in New Mexico, which includes hundreds of dangerous abandoned hard rock mine features such as open shafts, adits, and pits; waste rock and tailing; and dilapidated buildings and structures. These dangerous mine features, especially those in high use areas and near cities and towns present an elevated risk to the public.

The project objective is to improve the quality of public lands placed in the BLM's care by mitigating hazards present at abandoned mine sites, restoring watersheds for natural resource value when practical, and protecting health and safety. Addressing and remediating abandoned mine land impacts is becoming increasingly important as more and more people choose to live and recreate near public lands.

The BLM has been working with the New Mexico Energy, Minerals, and Natural Resources Department's Mining and Minerals Division Abandoned Mine Land Program for several years in characterizing and remediating abandoned mines throughout the state, and has recognized the Mining and Minerals Division as a partner agency in this effort. The BLM will work with Mining and Minerals Division through an Assistance Agreement and will pursue several million dollars of funding for the next several years. The results of a successful partnership will be the remediation of the most dangerous abandoned mine land features on the public land administered by the Bureau in New Mexico, including but not limited to legacy uranium mines.

Two major legacy uranium mining areas that appear of high priority are the Barbara J Mine complex and the Mesa Top Mine complex, located along Poison Canyon on Bureau of Land Management land near Grants. Radiation surveys were performed by the New Mexico Energy. Minerals, and Natural Resources Department's Mining and Minerals Division in 2009. Site evaluations of the Barbara J Mine complex, including soil sampling and analysis, were completed in 2014. Physical hazards and elevated radon levels associated with open boreholes and shafts, as well as elevated radiation levels at the mine waste piles, make these areas the highest priority to protect human health. The BLM completed a removal action design in 2014 to close the shafts and bore holes and cap highest radiation levels. The BLM reviewed a reclamation plan for the Rio Puerco Mine, including a proposed bond to meet financial assurance requirements, which was submitted by the operator in 2014. The Bureau also completed an environmental assessment of the Spencer Mine. Erosion has resulted in the mine shaft being head cut by an arroyo and filled with sediment. The head frame has also fallen over. A reclamation plan is being developed by the New Mexico Energy, Minerals, and Natural Resources Department's Mining and Minerals Division to control erosion at the Spencer Mine. Current plans are to reroute drainage around the site, backfill erosion features around the head frame, cover mine waste with three feet of soil and seal vent shaft with polyurethane.

The state's Abandoned Mine Land Program has initiated characterization in this area and estimates cost of four to five million dollars for engineering, administration and construction. The BLM, facilitated by the above-mentioned Assistance Agreement, will work with Mining and Minerals Division in final prioritization of remediation and funding to address the entire Grants Mining District.

U.S. Forest Service

The U.S. Forest Service (USFS) developed an environmental cleanup plan for the San Mateo Mine under its Superfund authority. The site is located on the Mount Taylor Ranger District of the Cibola National Forest. Elevated concentrations of uranium and radium 226 are present in the waste rock and leach pad at the site. The USFS prepared an Engineering Evaluation and

Cost Analysis (EE/CA) report to identify and evaluate removal action alternatives and a risk assessment for threats to potential recreational visitors and the environment. Under a Unilateral Administrative Order for Removal Action from the USFS, the operator completed the site cleanup in 2013. The work consisted of regrading waste rock piles, excavation of surface soil over a 100-acre area and consolidation around the waste rock piles to form a 24-acre waste repository, construction of a 3.5-foot thick evapotranspiration soil and vegetative cover atop the repository, and fencing. Quarterly inspections and operation and maintenance (O&M) will be performed by the operator for a period of five years, after which the U.S. Forest Service will assume future O&M responsibilities. Groundwater was not investigated as part of the Removal Action performed at the San Mateo Mine. The USFS completed the draft EE/CA for the Cibola Uranium Mines in 2014. These mines include the Zia, Taffy, old La Jara and Vallejo mine sites located on USFS lands.

U.S. Environmental Protection Agency

In 2010 and 2011 the EPA conducted Airborne Spectral Photometric Environmental Collection Technology (ASPECT) overflights of the Ambrosia Lake mining sub-district to collect gamma radiological measurements. Results from the ASPECT aerial gamma surveys indicated elevated gamma radiation activity at many legacy uranium mine sites, with the largest gamma radiation anomalies located at mine sites in the Ambrosia Lake area and near the village of San Mateo that operated as wet mines with mine water discharges to ground surface.

After reviewing the pre-CERCLIS screens and the results from the ASPECT aerial gamma survey, the EPA concluded that an investigation was needed to determine if hazardous substances had been released to the environment from legacy uranium mine sites in the Grants Mining District. Several legacy mines were targeted for field sampling based on the size of the gamma radiation anomaly detected in the ASPECT aerial gamma survey. In 2012 and 2013, the EPA conducted Documented Release Sampling (DRS) at nine (9) legacy uranium mines:

- Mary No. 1 Mine, Ambrosia Lake area;
- Dysart No. 2 Mine, Ambrosia Lake area;
- John Bully Mine, Ambrosia Lake area;
- Sandstone Mine, Ambrosia Lake area;
- Section 10 Mine, Ambrosia Lake area;
- Section 12 Mine, Ambrosia Lake area;
- Section 15 Mine, Ambrosia Lake area;
- Section 30 Mine, Ambrosia Lake area;
- Marquez Mine.

The DRS included the collection of surface gamma radiation measurements and surface soil samples for performing chemical/radiological analyses. The sampling objectives were to collect data that could be used to document a release of hazardous substances to the environment. The results of the DRS showed soil contamination attributable to the sites included Radium 226, molybdenum, selenium, uranium and other metals as well as gamma radiation. Based on these results, the EPA concluded that a release had occurred to soil at all nine legacy mine sites evaluated, including one site (Section 30 Mine) that had previously been reclaimed under the New Mexico mine permitting program.

Johnny M Uranium Mine

The Johnny M uranium mine site is a legacy uranium mine located within the Grants Mining District. It is located along New Mexico Route 605/San Mateo Road approximately four miles west of the village of San Mateo. The mine was developed and operated from 1972 through 1982 by Ranchers Exploration and Development Corporation. Hecla Limited acquired mining interests in the site through a merger with Ranchers in 1984. The mine consisted of an underground mining operation which utilized surface support facilities, including two sand fill storage areas, two discharge ponds, a ditch with a water discharge pipe routed to a nearby drainage that connected to San Mateo Creek, and a water supply well. As part of mining operations, mill tailing purchased from the Kerr-McGee uranium mill in the Ambrosia Lake mining sub-district was slurried into the underground to stabilize the mine workings beginning in 1977. An estimated 286,000 tons of tailing material was slurried and pumped into the mine at depths of 1100 – 1300 feet. Two surface locations were used for temporary storage of the uranium tailing prior to its placement in the mine stopes. The use of uranium mill tailing at the mine, including backfilling, was approved by the New Mexico Environmental Improvement Department.

Reclamation and closure activities were conducted after cessation of mining in 1982 under the direction and oversight of the New Mexico Environmental Improvement Division. The NRC became the licensing authority for the source material (tailing) and reclamation of the tailing storage and backfill areas in 1986 and issued Source Materials License SUA-1482 in 1988. The license was terminated in 1993 when the NRC determined that reclamation efforts were completed.

In 2010, New Mexico Environment Department personnel noticed elevated radiation levels at a residence located adjacent to the mine site when conducting sampling of a private water supply well. The EPA was requested to evaluate the site for possible removal action. The EPA tasked its contractor to conduct both a Phase I outdoor gamma radiation assessment on portions of the site and a Phase II indoor assessment for radon gas at the residence, stables and barns. Surface and subsurface soil samples were collected from areas with elevated gamma readings around the residence and horse stables area. The sampling results indicated possible releases to the sediment/soil in the residential and horse stable areas.

The EPA determined that conditions on the residential property posed an unacceptable health risk to the residents and initiated relocation in 2011 as a time-critical removal action. New Mexico Land (LLC) purchased the property on February 2, 2012.

In 2012, the EPA entered into an Administrative Settlement Agreement and Consent Order with Hecla Limited and New Mexico Land, LLC for the performance of a removal action under CERCLA. The work performed under this consent order included site stabilization to manage runoff and run on, performance of a site assessment, and the preparation of a site investigation report and engineering evaluation/cost analysis (EE/CA). A groundwater investigation was not included as part of the consent order, nor was sampling of sediment in San Mateo Creek at the discharge point from the mine site drainage. Based on the site investigation report and EE/CA, there is an estimated 500,000 cubic yards of contaminated soil that will need to be addressed.

U.S. Geologic Survey

The USGS, working in partnership with the USFS, completed a hydrogeologic study to characterize aquifers within the upper San Mateo Creek Basin near Mt. Taylor in 2010-2011. The study focused on aquifer areas on U.S. Forest Service lands that are proposed for exploratory uranium drilling and possible mining. Most of the study area is within the upper San Mateo Creek basin but also includes small areas along the hydrologic divide of the San Mateo and Cañada Las Vacas basins to the north and the San Mateo and Lobo Creek basins to the south. Results of this study are published in U.S. Geological Survey Scientific Investigation Report 2012-5019: Geologic Framework, Regional Aquifer Properties (1940s-2009), and Spring Creek, and Seep Properties (2009-10) of the Upper San Mateo Creek Basin near Mount Taylor, New Mexico.

The USGS, through its State Map Geologic-Mapping Program, has provided funding to the New Mexico Bureau of Geology and Mineral Resources for mapping six 7.5 minute quadrangles in the Grants Mining District, including the Ambrosia Lake, San Lucas Dam, and Cerro Pelon quadrangles for which mapping is in progress and the San Mateo, Lobo Springs, and Mt. Taylor quadrangles for which mapping was recently completed. In 2011, the New Mexico Bureau of Geology and Mineral Resources began geologic mapping of quadrangles on the east side of Mt. Taylor.

Other USGS activities not necessarily taking place in the Grants Mining District but are relevant include:

- Preparation of a bibliography of USGS publications on research conducted in the Grants Mining District inclusive of references and abstracts;
- Research to examine isotopic compositions, primarily of uranium and sulfur, in water in relation to a variety of solid phase sources; and
- Preparation of "Uranium and the Environment" community education modules for tribes in the Grants Mining District to be developed in consultation with the New Mexico Environment Department, the EPA and possibly others.

The New Mexico Bureau of Geology and Mineral Resources and New Mexico Institute of Mining and Technology have had an active program in uranium resources, uranium geochemistry and remediation around New Mexico for many years. The studies have included a uranium resource assessment for the state, understanding the mobility of uranium in the environment and what influences migration of uranium in soil, understanding uranium bioavailability to plants and the potential application of phytoremediation to mitigate contamination in a semi-arid environment, site assessment studies at abandoned mine sites that include soil and plant surveys, and looking at traditional and non-traditional technologies for remediating mine and mill sites.

Objective 3: Assess, Cleanup, and Long-Term Management of Former Uranium Milling Sites

Background

In enacting the Uranium Mill Tailings Radiation Control Act of 1978, Congress had two general goals. The first was to provide a remedial action program to stabilize and control radioactive mill tailing at various inactive mill tailing sites. The second was to ensure adequate regulations

for uranium production activities and cleanup of mill tailing at mill processing sites that were active and licensed by the NRC (or Agreement States). At the time, the NRC did not have direct regulatory control over uranium mill tailing because the tailing did not fall into any category of the NRC licensable material. Before 1978, the NRC was regulating tailing at active mill sites indirectly through licensing of source materials milling operations under the Atomic Energy Act of 1954, as a result of the enactment of the National Environmental Policy Act of 1969, to address environmental impacts of licensing actions.

Under provisions of Title I of the Uranium Mill Tailings Radiation Control Act, Congress addressed the problem of inactive, unregulated mill tailing piles. Title I specifies the inactive mill sites for remediation. Under Title I, the EPA establishes standards for cleanup and disposal of contaminated material; the DOE identifies and remediates the sites and vicinity properties to the EPA standards; the NRC evaluates and concurs with the U.S. Department of Energy's (DOE) remediation plans and concurs when site remediation has been adequately completed. Upon completion of decommissioning, the DOE becomes the long-term site custodian under the NRC General License and is responsible for performing routine surveillance and maintenance activities.

Title II of the Uranium Mill Tailings Radiation Control Act addresses the issue of mill tailing produced at active mill operations sites licensed by the NRC or Agreement States. Title II amended the definition of byproduct material to include mill tailing and added specific authorities for the U.S. Nuclear Regulatory Commission to regulate this new category of byproduct material at licensed sites. Under Title II, the EPA establishes standards for cleanup and disposal of byproduct material; the NRC or Agreement State reviews license applications, issues licenses, conducts inspections, and oversees the decommissioning activities in meeting EPA; the NRC reviews and concurs on the DOE Long-Term Surveillance Plans for conventional mills; the NRC or the Agreement State terminates the specific licenses for the mill operations sites and the NRC concurs with Agreement State license termination. Upon completion of decommissioning, the DOE becomes the long-term site custodian under the NRC General License.

Remediation criteria for uranium mills were first promulgated by the EPA in 1983, and amended in 1987. These criteria, which are found in 40 CFR Part 192, Health and Environmental Protection Standards for Uranium and Thorium Mill Tailing, are as follows:

Soil and buildings:

- 5 picocuries per gram (pCi/g) averaged over the first 15 centimeters (cm) of soil below surface;
- 15 pCi/g averaged over 15 cm thick layers of soil more than 15 cm below surface;

Radon:

20 pCi/m²sec;

Groundwater:

- Background or maximum contaminant level, whichever is higher, or
- Alternate concentration limit.

The NRC's final regulations for mill tailing were promulgated in 1985 and amended in 1987 in 10 CFR Part 40, Appendix A, Criteria Relating to the Operation of Uranium Mills and the

Disposition of Tailings or Wastes Produced by the Extraction or Concentration of Source Material from Ores Processed Primarily for their Source Material Content.

Four legacy uranium mill sites are located within the Ambrosia Lake mining sub-district. The Ambrosia Lake-Philips Mill site, a Title I site, and the Anaconda Bluewater Mill site, a Title II site that was reclaimed and transferred to the DOE in 1997, are in the custody of the U.S. Department of Energy for long-term surveillance, maintenance and groundwater monitoring under the NRC general license provisions. The Homestake Mining Company Mill Superfund site and Rio Algom-Ambrosia Lake Mill site are both Title II sites under the jurisdiction of the U.S. Nuclear Regulatory Commission for reclamation. The Homestake Mining Company Mill Superfund site is also under the jurisdiction of the EPA for CERCLA response actions. Located in the Laguna mining sub-district is the L-Bar Mill site, a Title II site that was reclaimed and transferred to the U.S. Department of Energy in 2004 for long-term surveillance, maintenance and groundwater monitoring. The Bokum Mill is located within the Marquez mining sub-district; according to the NRC records, the source material license was terminated in 1988 following multiple inspections, which confirmed that no uranium ore was ever produced or processed at the site.

The United Nuclear Corporation Church Rock Mill Superfund site is located outside of the Grants Mining District but presents similar environmental issues and concerns related to legacy uranium milling activities in northwestern New Mexico.

Previous and Ongoing Regulatory Actions

Anaconda Bluewater Mill Site (U.S. Department of Energy)

The 3,300-acre former Anaconda Bluewater Mill site is located in Cibola County in west central New Mexico. The Anaconda Copper Company constructed the original carbonate-leach mill at the site in 1953 to process uranium ore. The mill had a production capacity of 300 tons of ore per day. Mill effluents were stored in unlined evaporation ponds. Water budget calculations and groundwater monitoring indicated the occurrence of substantial leakage from these ponds. In 1959, the Anaconda Copper Company drilled a deep well for injection disposal of mill effluents. This well was operated between 1960 and 1977. By 1965, an estimated 500 million gallons of effluent had been injected. Water pressure monitoring and hydraulic head/flow calculations indicated that injected effluents may have leaked to overlying formations.

Milling operations at the site ended in 1982. It is estimated that several billion gallons of tailing fluid seeped through the bottom of the main tailing impoundment and into the underlying aquifers prior to the construction of the disposal cell cover in 1995. The tailing seepage contaminated the ancestral Rio San Jose alluvial system and the bedrock San Andres Limestone/Glorieta Sandstone aquifer with molybdenum, selenium, and uranium. Several years of active remediation by pumping contaminated groundwater from the aquifers produced no significant reduction in contaminant concentrations. In accordance with U.S. Nuclear Regulatory Commission regulations at 10 CFR Part 40, Appendix A, and EPA standards at 40 CFR Part 192, when background and drinking water limits are not practically achievable, alternate concentrations may be considered. Based on the criteria evaluated, the U.S. Nuclear Regulatory Commission approved site-specific alternate concentration limits for contaminants of concern in 1996, and transferred the site to the DOE for long-term surveillance, maintenance and groundwater monitoring in 1997.

Surface remediation consisted of consolidating and encapsulating all contaminated material on site in an engineered disposal cell, which covers about 320 acres and contains an estimated 23 million tons (16 million cubic yards) of tailing and other contaminated material having a total activity of about 11,200 curies of radium-226.

The DOE manages the tailing disposal cell according to a site-specific Long-Term Surveillance Plan to ensure that the disposal cell systems continue to prevent release of contaminants to the environment. Under provisions of this plan, the DOE conducts annual inspection of the site to evaluate the condition of surface features, perform site maintenance as necessary, and monitor groundwater to verify the integrity of the tailing disposal cells. The DOE compliance strategy includes annual groundwater monitoring. Groundwater samples are analyzed annually for polychlorinated biphenyls and every three years for molybdenum, selenium, and uranium.

Ambrosia Lake - Phillips Mill Site (U.S. Department of Energy)

The Ambrosia Lake – Phillips Mill is a former uranium ore processing facility in McKinley County, approximately 25 miles north of Grants, New Mexico, near the Rio Algom-Ambrosia Lake Mill site. The site is within the Ambrosia Lake mining sub-district, near the center of the Grants Mining District. Numerous abandoned underground mines are located in close proximity to the site. The mill processed more than three (3) million tons of uranium ore between 1958 and 1963 to provide uranium for the U.S. Government national defense programs. All mill operations ceased in 1982, leaving radioactive mill tailing on approximately 111 acres. Wind and water erosion spread some of the tailing across a 230-acrea area. The DOE remediated this site and contaminated near-vicinity properties between 1987 and 1995 under Title I of the Uranium Mill Tailings Radiation Control Act. Surface remediation consisted of consolidating and encapsulating all contaminated material on site in an engineered disposal cell. An engineered disposal cell, which occupies 91 acres of the 290-acre site, encapsulates all site-derived contaminated material. Groundwater remediation of the site was not conducted due to the determination by the DOE that the groundwater in the uppermost aquifer underlying the site is of limited use based on aquifer yield.

The DOE manages the disposal site according to a site-specific Long-Term Surveillance Plan concurred on by the NRC to ensure that the disposal cell systems continue to prevent release of contaminants to the environment. Under provisions of this plan, the DOE conducts annual inspections of the site to evaluate the condition of surface features, performs site maintenance as necessary, and samples two monitoring wells every three years.

The NMED reviewed information regarding the Ambrosia Lake-Philips Mill site in 2009. The NMED identified possible inadequacies in the site hydrologic assessment and remediation, and also documented that mill tailing had been used to backfill some area mines. The NMED has discussed these concerns with the DOE. Groundwater corrective actions continue under abatement plans and discharge permits issued by the New Mexico Environment Department, and Rio Algom is finalizing the site tailings surface reclamation.

<u>Homestake Mining Company Mill Superfund Site (U.S. Nuclear Regulatory Commission and U.S. Environmental Protection Agency)</u>

The Homestake Mining Company Mill Superfund site is located in Cibola County, New Mexico, approximately 5.5 miles north of the village of Milan, at the intersection of Highway 605 and County Road 63. An alkaline leach-caustic precipitation process mill was operated at the site

from 1958 until 1990. Tailing entrained in solution from the milling process was placed into lagoons on top of two unlined disposal piles, a large tailing pile and a small tailing pile, which together cover an area of 170 acres. Approximately 1.2 million tons of tailing was disposed of in the small tailing pile and 21 million tons of tailing were disposed of in the large tailing pile. From 1958 through 1974, the site was regulated by the Atomic Energy Commission under License Number SUA-708. In 1974, regulatory authority was granted to the State of New Mexico as an Agreement State.

Contamination of groundwater in the alluvial aquifer was first noted by the EPA in 1975. Based on these findings, United Nuclear-Homestake Partners (the owner of the site at that time) initiated groundwater abatement actions under the direction of the New Mexico Environmental Improvement Division (predecessor to the NMED) in 1977.

Contamination associated with the tailing material and milling operations have resulted in the creation of three operable units (OUs) at the site. The first operable unit (OU1) is the restoration of groundwater that is contaminated by tailing seepage. The second operable unit (OU2) concerns the long-term stabilization of the tailing, surface reclamation, decommissioning and closure of the mill. The third operable unit (OU3) addresses indoor and outdoor radon concentrations in residential areas adjacent to the site.

In 1986, regulatory authority over uranium milling and closure operations was transferred to the U.S. Nuclear Regulatory Commission and source materials license SUA-1471 was issued, replacing SUA-708. Homestake Mining Company conducted a surface soil cleanup to remove windblown tailing contamination in the vicinity of the large tailing pile beginning in 1988. Soil exceeding 5 pCi/g Radium-226 above background in the top 15 cm of soil was excavated and disposed of at the tailing facility. After a temporary shutdown of this work to complete mill decommissioning, the remainder of the windblown contamination was cleaned up in 1993. The mill was decommissioned and demolished between 1993 and 1995 and debris was buried at the former mill site.

Tailing seepage has contaminated four aquifers at the site: the shallow alluvium and three separate bedrock aquifers of the underlying Chinle Formation which sub crop with the alluvium. Homestake Mining Company currently conducts corrective action under the direction and oversight of the NRC to mitigate groundwater contamination. The corrective action consists of a groundwater extraction and injection system, tailing flushing and dewatering systems, a reverse osmosis water treatment system, a pilot zeolite groundwater system, two lined collection ponds, three lined evaporation ponds and associated equipment and structures. Homestake Mining Company has also disposed of excess contaminated groundwater collected by the extraction system at established Land Treatment Areas through irrigation. Decommissioning activities and groundwater corrective action activities are projected to be completed by 2022. The cost to complete decommissioning is estimated to be approximately \$52.4 million.

The NMED has regulatory authority at the site through issuance of groundwater discharge permit DP-200, which regulates several aspects of the ongoing groundwater remediation and related reverse osmosis water treatment system.

In 2008, the Agency for Toxic Substances and Disease Registry prepared a public health assessment report for the Homestake Mining Company Mill Superfund site. In the report the agency concluded that the lack of consistent water quality monitoring data, the uncertainty in the degree to which residents used groundwater from their private wells, including for irrigation and livestock watering purposes, and the lack of vegetable or soil sample results from gardens

made past exposures an indeterminate health hazard. However, due to contaminant levels in groundwater being above drinking water standards and the potential for human exposure through use of this groundwater, the Agency for Toxic Substances and Disease Registry categorized the site as a public health hazard.

An updated revised groundwater corrective action program (CAP) was submitted to the U.S. Nuclear Regulatory Commission by the Homestake Mining Company in 2012. The primary purposes of updating the CAP was to: 1) document the status of the current restoration effort; 2) describe the adaptations necessary for source control and plume remediation; 3) to address the Request for Additional Information from the NRC after the review of the 2006 draft CAP revision; and 4) to address specific comments from the U.S. Environmental Protection Agency and the New Mexico Environment Department to assure that completion of the CAP will satisfy U.S. Environmental Protection Agency and the New Mexico Environment Department requirements necessary to delete the site from the National Priorities List.

In 2015 U.S. Nuclear Regulatory Commission responded to Homestake Mining Company's CAP submittal with a request for additional information and responded to the public comments received on the CAP. U.S. Nuclear Regulatory Commission expects a response from Homestake Mining Company detailing how they responded to each request for additional information, and a revised CAP document based on those responses. If the U.S. Nuclear Regulatory Commission judges that the document can be approved, or approved with conditions, the next step would be to prepare an environmental assessment per our National Environmental Policy Act regulations in 10 CFR Part 51.

In 2013 Homestake Mining Company submitted an Updated Decommissioning and Reclamation Plan (DRP) this document supplements the Grants Reclamation Project site information as provided in the CAP update. This DRP updates the previous reclamation plan submitted by Homestake Mining Company to the U.S. Nuclear Regulatory Commission in October 1993, and provides supporting documentation to amend current license conditions for the completion of final groundwater restoration activities and remaining site decommissioning and reclamation activities. The updated DRP is currently under review by U.S. Nuclear Regulatory Commission. U.S. Nuclear Regulatory Commission expects to issue a response to the document with a request for information and a response to the public comments in 2015. U.S. Nuclear Regulatory Commission continues to review annual and semi-annual reports and conduct inspections of the site and site activities.

As directed by the EPA, the Homestake Mining Company submitted a remedial investigation and feasibility study (RI/FS) equivalency package containing historic records and information on site activities and a draft RI report to the EPA in 2014. The RI/FS equivalency package and RI Report are intended to support a determination by the agency that prior site activities under the U.S. Nuclear Regulatory Commission Source Materials License SUA-1471 are equivalent to an RI/FS and CERCLA-quality cleanup that would be conducted in accordance with CERCLA and the NCP. Such equivalency, including the public participation process in remedy selection and decision-making, would eventually be necessary to support NPL delisting of this site by the U.S. Environmental Protection Agency.

Ambrosia Lake – Rio Algom (U.S. Nuclear Regulatory Commission)

The Ambrosia Lake – Rio Algom Mill site is located approximately 25 miles north of Grants, New Mexico, near the Ambrosia Lake – Philips Mill site. The tailing impoundment contains 33 million tons of uranium mill tailings and covers an area of approximately 370 acres.

Groundwater reclamation was completed in 2001. Surface reclamation is nearing completion. The site status changed from standby to reclamation in August 2003 to reflect the licensee's intent to begin full demolition and reclamation of the site leading to termination of the specific license. The mill was demolished and disposed of in the tailing impoundment in late 2003. The NRC issued a license amendment for alternate concentration limits at the site in February 2006. Groundwater corrective actions continue under abatement plans and discharge permit DP-169 issued by the NMED, and Rio Algom is finalizing the site tailing reclamation. A portion of the tailing impoundment is still open for disposal under the Atomic Energy Act, Section 11e (2), as byproduct material. The cost for decommissioning is estimated to be approximately \$18 million. The license was terminated in 2011.

The Ambrosia Lake - Rio Algom Mill site is located approximately 25 miles north of Grants, New Mexico, near the Ambrosia Lake – Philips Mill site and is licensed and regulated by the Nuclear Regulatory Commission (NRC). The tailing impoundment contains 33 million tons of uranium mill tailings and covers an area of approximately 370 acres. The site, which began underground mining operations in 1957, was the largest uranium ore processing facility in North America. It produced over 130 million pounds of uranium concentrate and generated 34 million tons of tailings. The mill was placed on standby in 1985; however, limited production continued through the use of old stope leaching through 1999. Between 1999 and 2002, minor amounts of uranium were produced as part of a groundwater remediation program. The site status was changed from standby to reclamation in August 2003 to reflect the intent to begin full demolition and reclamation of the site.

Reclamation of the mill site is largely complete. A radon barrier was constructed over Tailings Impoundment 1 in 1999 and the mill was decommissioned in 2005. Additional reclamation tasks were completed in subsequent years, including the construction of a 1000-year diversion channel for the Arroyo Del Puerto. In 2014 and 2015, all remaining structures at the mill were demolished and consolidated remaining waste material into Tailings Impoundment 2. Completion of a radon barrier over Tailings Impoundment 2 is scheduled to be complete by late 2015.

Groundwater monitoring occurs at the site pursuant to the NRC license. The NRC approved Alternative Concentration Limits (ACLs) for groundwater at the site through issuance of an Environmental Assessment and Finding of No Significant Impact in January 2006.

Once all decommissioning and reclamation tasks are complete, the license will be terminated with the NRC and the site ownership will be transferred to the Department of Energy (DOE) for perpetual care and maintenance in accordance with the Uranium Mill Tailings Radiation Control Act (UMTRCA). License termination and handover to DOE is currently estimated to occur in 2020.

L-Bar Mill (U.S. Department of Energy)

The former L-Bar Uranium Mill site is located in Cibola County, approximately 47 miles west of Albuquerque, New Mexico, and 10 miles north of Laguna Pueblo. The site is located on part of the former L-Bar Ranch and is about four miles east-southeast of the village of Seboyeta. The site was previously owned and operated by SOHIO Western Mining Company. Mining and milling at L-Bar began in 1977 and continued until 1981, when the nearby mine closed due to unfavorable uranium industry economic conditions. About 2.1 million tons of uranium ore were processed at the mill. SOHIO Western Mining Company completed site surface reclamation in 2000.

The L-Bar Mill site currently comprises an area of 740 acres and includes a 100-acre disposal cell containing approximately 700,000 cubic yards of tailing. Groundwater withdrawal essentially dewatered the first Tres Hermanos aquifer underlying the site, decreasing well yields to the point that recovery of contaminants was no longer effective. The U.S. Department of Energy's compliance strategy at the site is application of the NRC approved alternate concentration limits and the New Mexico Water Quality Control Commission-approved alternate abatement standards for the contaminants of concern. The DOE will conduct groundwater monitoring annually for three years; if monitoring results indicate that seepage from the disposal cell is under control, the sampling frequency will be reduced to once every three years thereafter. Groundwater monitoring will continue as long as any contaminant of concern or total dissolved solids concentrations in any point-of-compliance well exceeds a state groundwater protection standard.

<u>United Nuclear Corporation (U.S. Nuclear Regulatory Commission and U.S. Environmental Protection Agency)</u>

The United Nuclear Corporation Mill Superfund site is located 17 miles northeast of Gallup, New Mexico and on the southern border of the Navajo Indian Reservation. United Nuclear Corporation was granted a radioactive materials license by the State of New Mexico in 1977 and operated the site as a uranium mill facility from 1977 to 1982. The site includes a former ore processing mill and an unlined tailing disposal site which cover about 25 and 100 acres respectively. The tailing disposal site is subdivided by cross-dikes into three cells identified as the South cell, Central cell and North cell. In 1979, the dam on the South cell breached, releasing approximately 93 million gallons of tailing and pond water into the Rio Puerco. The dam was repaired shortly after its failure and the cleanup of the resultant spill was conducted according to criteria imposed by state and federal agencies at the time. Tailing liquids seeped downward from the leaking disposal cells to contaminate the shallow alluvium (referred to as the Southwest Alluvium) and two aquifer zones (Zone 1 and 3) of the Upper Gallup Sandstone Formation with radionuclides and chemicals. The EPA placed the site on the NPL of Superfund sites in 1983 because of the groundwater contamination from tailing seepage and other releases to surface water and air.

In 1986, the NRC assumed responsibility for the licensing and regulating of uranium mills within the State of New Mexico at the request of the Governor. The tailing disposal cells have been capped with an interim radon barrier cover as part of the reclamation activities performed under the direction of the NRC.

The EPA issued a Groundwater Operable Unit Record of Decision in 1988. The selected remedy consisted of extraction of groundwater from the Southwest Alluvium and Zone 1 and 3 and treatment by evaporation. United Nuclear Corporation constructed the groundwater remedy in 1989, and continues to operate a portion of the remedy in accordance with the 1988 Record of Decision.

For Groundwater Operable Unit 01, the United Nuclear Corporation is currently extracting seepage-impacted groundwater from Zone 3 to an evaporation pond on-site under a CERCLA Unilateral Administrative Order issued by the EPA. The extraction systems for Zone 1 and the Southwest Alluvium are shut off. The Zone 1 extraction system was shut down in 1999 because it had reached its limit of effectiveness in achieving the cleanup levels because of significant declines in pumping rates over time due to insufficient natural recharge of the aquifer. The extraction system was shut off for the Southwest Alluvium because there was little progress in achieving some site cleanup levels over time.

Due to the dysfunction of the remedial system, the EPA directed United Nuclear Corporation to complete a Site Wide Supplemental Feasibility Study. While conducting this study, United Nuclear Corporation also performed interim measures to improve the existing extraction system with little or no success. After twenty-five (25) years of active site remediation, the cleanup levels are still unattained.

In 2013, the EPA issued a Record of Decision for the Surface Soil Operable Unit. The selected remedy includes the transportation of approximately one million cubic yards of contaminated soil and mine waste from the adjacent Northeast Church Rock uranium mine site to the United Nuclear Corporation Mill Superfund site for consolidation and disposal within the tailing disposal site for an estimated cost of \$41.5 million.

Additionally, the EPA has completed negotiations on a CERCLA Administrative Order on Consent with United Nuclear Corporation for implementing the remedy selected in the 2013 Record of Decision. United Nuclear Corporation has also prepared and submitted required predraft design reports and other study reports in 2014 for the agencies to review.

Objective 4: Assess and Cleanup of Contaminated Structures and Properties

Background

Some structures within the Grants Mining District may be constructed or remodeled with radiological contaminated materials from legacy uranium sites or located on legacy uranium sites and may pose risks to human health. Additionally, some residential or commercial properties within the District may contain radiological contaminated materials from legacy uranium sites that were transported to the properties by former uranium mine workers and may pose risks to human health.

Previous and Ongoing Regulatory Actions

U.S. Environmental Protection Agency

The EPA initiated removal site assessments at potentially-contaminated residential structures in the Ambrosia Lake and Laguna mining sub-districts of the Grants Mining District in 2009. The removal assessment was conducted in two general phases: 1) aerial radiological survey conducted by the EPA owned aircraft equipped with Airborne Spectrophotometric Environmental Collection Technology (ASPECT) Gamma Emergency Mapper, and 2) on-the-ground residential radiological survey using a peer reviewed assessment protocol developed specifically for this assessment.

Five general areas of interest were originally targeted for aerial radiological assessment by the ASPECT in the Ambrosia Lake mining sub-district: 1) the greater Grants area (includes Milan, Toltec, Bluewater, and San Rafael), 2) the village of San Mateo, 3) the area surrounding the intersection of State Highway 605 and State Highway 509, 4) the Mormon Farms area (south of the Homestake Mining Company Mill Superfund site), and 5) the Lobo Canyon sub-divisions. Within the Laguna mining sub-district, two areas were targeted for aerial radiological assessment: 1) the six main villages of the Laguna Pueblo (Paguate, Encinal, Seama, Paraje, Laguna and Mesita) and 2) the three villages of the Cebolleta Land Grant (Bibo, Moquino and Seboyeta). The Laguna mining sub-district area was addressed as the Oak Canyon site.

The aerial radiological assessment was completed in October 2009 and the final report completed in January 2010. Copies of the final report were distributed to the other Agencies and a copy was made available for public review at the public library in Grants, New Mexico. Results from the aerial radiological assessment allowed the EPA to prioritize its resources for those areas of greatest probability for excessive radiological contamination within the five original areas of interest. Areas of highest priority were the village of San Mateo in the Ambrosia Lake mining sub-district and all of the Oak Canyon site (Laguna mining sub-district).

In December 2009, the EPA began public outreach and seeking voluntary access to conduct the on-ground removal assessments. In January 2010, the on-ground radiological surveys and residential radon sampling commenced, beginning in the three villages of the Cebolleta Land Grant at the Oak Canyon site. From 2010 through 2014, the EPA's Removal Program assessed over 900 structures and properties for gamma and elemental uranium contamination. All of the major villages of the Pueblos of Laguna and Acoma, the villages of Bluewater, San Mateo, and the Cebolleta Land Grant, and the subdivisions and Mormon Farms area south of the Homestake Mining Company Mill Superfund site were assessed. One hundred and twenty-eight (128) of the assessed properties had soil radiation above action levels and were cleaned up. One structure was demolished and another was replaced with a modular house. One resident living in close proximity to a legacy uranium mine was relocated. The following cleanup activities were performed over this time period:

- Bear Canyon Site-Cebolleta Land Grant, Villages of Bibo and Seboyeta
 - Soil removals were completed at 12 residential properties with soil transported to Clive, Utah, for disposal.
 - Radon Abatement systems were installed in 5 homes.
- Cross Roads Area Site (Near State Highways 605 and 509)
 - Soil removals were completed at 8 residential properties and soil will be transported to Deer Trail, Colorado.
 - Radon abatement systems were installed in 2 homes.
- Hogan Mine Site
 - Paving rocks were removed at one residence and transported to Clive, Utah, for disposal
- Johnny M Mine, near Village of San Mateo
 - One resident was relocated
- Middle Reservoir Road Site, Village of Paguate
 - A structure was replaced with a modular house
- Mormon Farms Area South of Homestake Mining Company Mill Superfund Site
 - Constructed waste staging area for removal actions planned for 19 properties

- Soil removals were completed at 19 residential properties with soil transported to waste staging area. The soil has been transported to Deer Trail, Colorado for disposal.
- Mount Taylor San Mateo Radiation Site, Village of San Mateo
 - Soil removals were completed at 12 residential properties with soil transported to Clive, Utah for disposal.
 - o Radon abatement systems were installed in 7 homes.
- Oak Canyon Site-Village of Paguate
 - Soil removals were completed at nine residential properties with soil transported to Clive, Utah for disposal
 - Radon abatement systems were installed in 23 homes
- Pueblo of Acoma Villages-Canyon Largo Site
- Soil removals were completed on two properties with soil transported to Deer Trail, Colorado for disposal.
- One radon abatement system was installed.
- Rio San Jose Radiation Site, Villages of Mesita, Paraje, Laguna, and Seama
 - Soil removals were completed at 14 residential properties located in four villages on Pueblo of Laguna land with the soil transported to Clive, Utah for disposal.
 Radon abatement system was installed in one home.
- Subdivisions South of Homestake Mining Company Mill Superfund Site
 - Radon abatement systems were installed in 8 homes
- Sun Clan Road Site, Village of New Laguna
 - One structure was demolished. The owner was compensated for their home.
- Bluewater Radiological Site, Village of Bluewater
 - Soil removals were completed at 26 residential properties with soil transported to Deer Trail, Colorado for disposal. Radon abatement systems were installed in 6 homes.

Objective 5: Laguna Pueblo/Jackpile Mine

Background

The Jackpile-Paguate uranium mine site is located within the Pueblo of Laguna Reservation, near the village of Paguate, and approximately 40 miles west of Albuquerque, New Mexico. The mine was started by Anaconda Copper Company in 1953 and operations ceased in 1982 by the Atlantic Richfield Company (ARCO). Open pit and underground mining activities were conducted under lease agreements, with mining leases covering approximately 7,868 acres. Approximately 2,656 acres were disturbed by mining. The mining operation included the excavation of three large open pits: the Jackpile pit and the North and South Paguate pits. The

mine also included 32 waste rock dumps, 23 protore (sub-grade ore) stockpiles, four topsoil stockpiles, and 66 acres of buildings and roads. Mine water was collected in sumps and pumped to ponds in the open pit. Uranium ore was stockpiled waiting for rail shipment to the Anaconda Bluewater Mill.

Previous and Ongoing Regulatory Actions

As part of the agreement made between Anaconda/ARCO and the Pueblo of Laguna, once operations at the mine ceased, ARCO was to pay for reclamation. In 1986, the U.S. Department of Interior's Bureau of Land Management and Bureau of Indian Affairs completed an Environmental Impact Statement and issued a Record of Decision. In 1989, the Laguna Tribe was paid approximately \$44 million by ARCO to conduct the reclamation work themselves. The Laguna Construction Company was created by the Laguna Tribe to do the reclamation. Reclamation was completed in 1994 and included backfilling the open pit areas using protore and waste rock dump material; sloping, regrading and covering remaining waste rock dumps; completing arroyo drainage improvements and erosion controls; decontaminating and removing structures; plugging and bulkheading underground ventilation raises and decline portals; and revegetating disturbed areas. Over 100 million tons of backfill, comprised mostly of ore-associated waste with some overburden, was returned to the pits.

The Pueblo of Laguna conducted a Record of Decision compliance assessment for the mine site in 2007 to determine if the post-reclamation had met the requirements of the Environmental Impact Statement and Record of Decision. It was determined that reclamation was not complete. Non-compliant issues included elevated gamma radiation and outdoor radon-222. At about this time, the Pueblo of Laguna began sampling surface water at various locations for analysis of uranium. Elevated levels of uranium were detected in the surface waters of the Rio Paguate and near Mesita Dam. The levels of uranium could have an impact on Traditional/Cultural and Ceremonial uses of surface water bodies below the convergence of the Rio Paguate and Rio Moquino.

The Rio Moquino and Rio Paguate bisect the site and are in direct contact with the sources of contamination on site. Groundwater in the Jackpile Sandstone Aquifer interchanges with surface water from the Rio Moquino and Rio Paguate through the alluvium and deposits along the perennial river channels.

The EPA's first formal consultation was held with the Pueblo Governor and council members on October 13, 2009. A Memorandum of Understanding was signed by the Pueblo of Laguna and the U.S. Environmental Protection Agency on June 22, 2010 to facilitate consultation, coordination and cooperation in performing removal and site assessment phases of activities for the site in accordance with CERCLA and the NCP.

The EPA conducted a preliminary site assessment in April 2010 and a site investigation in June 2010. Soil, sediment and surface water samples were collected in proximity to open pits, waste dumps and protore stockpiles around the site and analyzed. An expanded site investigation was performed by the EPA in April 2011. In 2013, the U.S. Environmental Protection Agency placed the site on the NPL of Superfund sites. A Special Notice Letter was sent to ARCO in 2014 inviting ARCO to enter into settlement negotiations with the EPA for performing a remedial investigation/feasibility study at the Jackpile-Paguate Mine site in accordance with CERCLA and the NCP. ARCO decline to negotiate.

The EPA is the lead regulatory agency for the site and has the authority to conduct response actions at the Jackpile-Paguate Mine Superfund site under CERCLA.

The Pueblo of Laguna Environmental and Natural Resources Department has been given the authority by the Pueblo of Laguna Government to monitor and protect the environmental quality of the air, land, and water within the jurisdictional boundaries of the Pueblo of Laguna for the benefit of Pueblo member's health today and for future generations. The Pueblo of Laguna Environmental and Natural Resources Department programs are implemented in accordance with Pueblo of Laguna laws, codes, regulations and policies. The Pueblo of Laguna Tribal Codes contain codes for the Environment (Title XI), including Water Quality Standards (Chapter 2 of Title XI). Consistent with Title XI, Chapter 2, the Pueblo of Laguna will collaborate with federal and state agencies to prevent, reduce, and eliminate water pollution in coordination with programs managing water resources.

The U.S. Environmental Protection Agency is continuing to consult and coordinate with the Pueblo of Laguna on all ongoing site-related activities. A remedial investigation/feasibility study is necessary to support the EPA's future decision-making on the appropriate CERCLA response actions to protect human health and the environment.

Objective 6: Public Health Surveillance

Background

Historical releases to ground and surface water, soil and air have been documented from legacy uranium sites throughout the Grants Mining District, and may be continuing into the present from on-site wastes. Area residents have requested health assessments associated with environmental impacts from historical known and possible legacy uranium activities and wastes in the San Mateo Creek basin and throughout the Laguna sub-district.

Previous and Ongoing Regulatory Actions

The New Mexico Department of Health's Environmental Health Epidemiology Bureau has a long history of investigating New Mexicans' exposure to uranium.

From 2004-2008, New Mexico was a member of the six-state Rocky Mountain Biomonitoring Consortium (RMBC), which studied exposure to arsenic and other metals, including uranium. Biomonitoring is the assessment of human exposure to chemicals by measuring the presence of those chemicals (or their break-down products) in urine, blood, hair, saliva, or other biological samples. There are many reasons why biomonitoring is useful, but one reason is that the test result for a given chemical can be compared to average levels of this same chemical found in the general population (i.e. the US population). This can indicate if an individual or group has a higher or lower exposure to the chemical than the general population. The RMBC recruited volunteers so that baseline levels of chemicals could be determined for the participating New Mexico residents statewide. The New Mexico study focus was initially in areas with a known or suspected arsenic presence in drinking water. However, the results also indicated that urine uranium concentrations among volunteers were higher than the average uranium concentrations measured among the US population (National Health and Nutrition Examination Survey, 2005-2006). Specifically, the average volunteer in New Mexico had 0.03

micrograms per liter of uranium in their urine, whereas in the NHANES study, which consisted of a sample representative of the general US population, the average level was 0.005 micrograms per liter. This suggested that New Mexicans might have more exposure to uranium than the typical American.²



² Grants Mineral Belt Uranium Biomonitoring Project Summary, March 2011.